Michael O. Leavitt Governor Ted Stewart Executive Director James W. Carter Division Director 1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

March 7, 1997

Neil Bradshaw Bradshaw Pumice & Perlite 101 North Main Milford, Utah 84751

Re: Status of Small Mining Permit, Pumice/Perlite / Mountain View, S/001/033 (ML 40197 and

40198), Beaver County, Utah

Dear Mr. Bradshaw:

On November 14, 1996, the School and Institutional Trust Lands Administration ("SITLA") sent you a letter stating that your leases # ML 40197 and ML 40198 were canceled for the Pumice/Perlite/ Mountain View sites for non-payment of annual rental and minimum royalties. SITLA required that you commence immediate reclamation of all mining disturbances upon the lands. You were given 180 days to complete the reclamation work.

Your 1996 annual report stated you were going to continue to do assessment work on the site. This letter is to notify you that **no mining related work other than reclamation** work can be done on the site unless you have the proper leases in place. Continued mining related work could place you in direct violation of the Utah Mined Land Reclamation Act. Please advise us as to your intent to respond to SITLA's request for immediate reclamation of this mining site.

Thank you for your immediate response to this letter.

Sincerely,

Tom Munson

Senior Reclamation Specialist

Jon Munso

jb

cc: John Blake, SITLA

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